revoked prior to disposal of the public lands.

§ 2920.8 Fees.

- (a) Rental. (1) Holders of a land use authorization shall pay annually or otherwise as determined by the authorized officer, in advance, a rental as determined by the authorized officer. The rental shall be based either upon the fair market value of the rights authorized in the land use authorization or as determined by competitive bidding. In no case shall the rental be less than fair market value.
- (2) Rental fees for leases and easements may be adjusted every 5 years or earlier, as determined by the authorized officer, to reflect current fair market value.
- (3) The rental fees required by this section are payable when due, and a late charge of 1 percent per month of the unpaid amount or \$15 per month, whichever is greater, shall be assessed if subsequent billings are required. Failure to pay the rental fee in a timely manner is cause for termination of the land use authorization.
- (b) Processing fee. Each request for renewal, transfer or assignment of a lease or easement shall be accompanied by a non-refundable processing fee of \$25. The authorized officer may waive or reduce this fee for requests for permit renewals which can be processed with a minimal amount of work.

§ 2920.9 Supervision of the land use authorization.

§ 2920.9-1 Construction phase.

- (a) Unless otherwise stated in the land use authorization, construction may proceed immediately upon receipt and acceptance of the land use authorization by the selected applicant.
- (b) Where an authorization to use public lands provides that no construction shall occur until specific permission to begin construction is granted, no construction shall occur until an appropriate Notice to Proceed has been issued by the authorized officer, following the submission and approval of required plans or documents.
- (c) The authorized officer shall inspect and monitor construction as necessary, to assure compliance with ap-

proved plans and protection of the resources, the environment and the public health, safety and welfare.

- (d) The holder of a land use authorization may be required to designate a field representative who can accept and act on guidance and instructions from the authorized officer.
- (e) The holder of a land use authorization may be required to provide proof of construction to the approved plan and required standards. Thereafter, operation of the authorized facilities may begin.

§ 2920.9-2 Operation and maintenance.

The authorized officer shall inspect and monitor the operation and maintenance of the land use authorization area, its facilities and improvements to assure compliance with the plan of management and protection of the resources, the environment and the public health, safety and welfare, and the holder of the land use authorization shall take corrective action as required by the authorized officer.

§ 2920.9-3 Termination and suspension.

- (a) Land use authorizations may be terminated under the following circumstances:
- (1) If a land use authorization provides by its terms that it shall terminate on the occurrence of a fixed or agreed-upon event, the land use authorization shall thereupon automatically terminate by operation of law upon the occurrence of such event.
- (2) Noncompliance with applicable law, regulations or terms and conditions of the land use authorization.
- (3) Failure of the holder to use the land use authorization for the purpose for which it was authorized. Failure to construct or nonuse for any continuous 2-year period shall constitute a presumption of abandonment and termination.
- (4) Mutual agreement that the land use authorization should be terminated.
- (5) Nonpayment of rent for 2 consecutive months, following notice of payment due.
- (6) So that the public lands covered by the permit can be disposed of or used for any other purpose.